

Income

The following are examples of income items to consider in determining entries into TaxWise®:

Form	Type	Go to 1040 Line	TaxWise® Entries (See Note 1)
W-2	Wages & Salaries	7	Link and complete Form W-2
1099-INT	Interest	8a	Select Interest Stmt from Forms Tree or Link to Schedule B, and then link to the Interest Stmt
1099-DIV	Dividends	9	Select Dividend Stmt from Forms Tree or Link to Schedule B, and then link to the Dividend Stmt
1099-G	State Tax Refunds	10	Link to State Tax Refund Worksheet
1099-MISC	Miscellaneous Income (See Note 2)	12	Link to Schedule C-EZ, then link from Income to 1099-MISC, and then complete Schedule C-EZ
1099-B	Sale of Stock	13	Select Cap Gn Wkt from Forms Tree or Link to Schedule D, and then link Cap Gn Wkt
1099-R	Distributions from IRAs	16	Link and complete Form 1099-R
1099-R	Distributions from Retirement Plans	16	Link and complete Form 1099-R
CSA-1099-R	Civil Service Annuity Paid	16	Link and complete Form 1099-R
CSF-1099-R	Statement of Survivor Annuity Paid	16	Link and complete Form 1099-R
RRB-1099-R	Railroad Retirement Benefits (Tier 2)	16	Link and complete Form 1099-R
Schedule K-1 (Form 1065, 1120S or 1041)	Interest and/or Dividend Income, Capital Gains and Losses, Tax-Exempt Interest Income, Royalties	17	See Note 3
1099-G	Unemployment Compensation	19	Link and complete Form 1099-G
SSA-1099R	Social Security Benefits	20	Link and complete 1040 Wkt 1
RRB-1099	Railroad Retirement Benefits (Tier 1)	20	Link and complete 1040 Wkt 1
W-2G	Gambling Winnings	21	Link from "Amount" box to complete line 21, Other Income

Other Income

Once the main information data and income statements are entered, TaxWise® automatically makes available all forms and schedules for credits except Hope and Lifetime Learning Credits and Retirement Savings Contribution Credit if there is only a Roth IRA contribution. These credit forms and schedules will be annotated with a red exclamation point.

Note 1: If the applicable form is in the left-hand tree, it may be selected directly rather than linking from Form 1040.

Note 2: For miscellaneous nonemployee compensation, it is important to link to Form C-EZ and then to Form 1099-MISC to ensure that the self-employment tax is properly computed.

Note 3: If K-1 is from Form 1065 or 1120S, go to Schedule E, Part II, line 28 (name) to link to the Partner's and Stakeholder's K-1 Worksheet. If K-1 is from Form 1041, go to Schedule E, Part III, line 33 (name) to link to the Estate and Trust K-1 Worksheet. While the starting point is Schedule E, input of the Schedule K-1 income will carry the entries to the applicable schedules of Form 1040. The income is then reflected on the appropriate lines of Form 1040. Enter the K-1 information before entering any other interest income.

Tip: To eliminate unnecessary burden on the taxpayer, such as a CP-2000 Notice, the "Regulatory Explanation" or "Election Explanation" form should be added to the return to provide further explanation about an item reported or not reported on the tax return. The "Regulatory Explanation" form is added to the TaxWise forms tree by selecting the "Add Form" option and typing "RegExpl" in the search box. The "Election Explanation" form is added to the TaxWise forms tree by selecting the "Add Form" option and typing "Election" in the search box.